



ANGLICAN INSURANCE BOARD

PO BOX 12287, WELLINGTON 6144

PH: 4 473 9369 FAX: 4 473 9991

EMAIL: aib@aib.org.nzwww.aib.org.nz**Important Notice****Contract Works and Earthquake Insurance**

One of the benefits provided with your Material Damage Policy is automatic cover for any Contract Works undertaken, up to a maximum value of \$1.5million.

Two items have arisen in respect to cover provided in a contract works environment in the event of an earthquake.

- 1. The Material Damage Policy provides for Contract Works Earthquake insurance in the same proportion as Material Damage Earthquake insurance has been purchased, up to a maximum value of \$1.5million.**

For example:

- If you have elected 100% Earthquake insurance as part of your Material Damage Policy you will have 100% Earthquake insurance also for any Contract Works you undertake.***
- If you have elected to have no Earthquake insurance as part of your Material Damage Policy you will have no Earthquake insurance also for any Contract Works you undertake.***



2. If you are not otherwise buying Earthquake insurance then it is important to ensure that you check the terms of any work contract that you sign. It is likely that this contract will require that the works are insured for all risks of loss or damage and this will include the risk of earthquake. If this is the case, you may find that you are in breach of your works contract if you do not have all risks insurance.

Recommendation

- *If you have not bought earthquake insurance and you are intending to carry out any repairs, renovations, extensions or erecting something new then contact AIB before you sign the contract.*
- *If necessary, you can reinstate your earthquake cover.*

Please print out this notice and file it with your insurance documents.

